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## SENATE BILL No. 300

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### DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 27-7-2-40.

**Synopsis:** Worker's compensation reserves. Specifies requirements for worker's compensation insurers with respect to reserve funds deposited by employers.

**Effective:** July 1, 2010.

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**Hershman**

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January 11, 2010, read first time and referred to Committee on Insurance and Financial Institutions.

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Second Regular Session 116th General Assembly (2010)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2009 Regular and Special Sessions of the General Assembly.

## SENATE BILL No. 300

A BILL FOR AN ACT to amend the Indiana Code concerning insurance.

*Be it enacted by the General Assembly of the State of Indiana:*

1       SECTION 1. IC 27-7-2-40 IS ADDED TO THE INDIANA CODE  
2       AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY  
3       1, 2010]: **Sec. 40. A company that enters into an agreement with an**  
4       **employer concerning funds deposited by the employer in reserve**  
5       **in connection with the employer's liability described in**  
6       **IC 22-3-5-1(a):**

7               (1) **shall not hold the money in the reserve for longer than ten**  
8               **(10) years after the agreement terminates; and**

9               (2) **shall annually pay to the employer interest on the money**  
10              **in the reserve:**

11                    (A) **based upon the average balance in the reserve; and**

12                    (B) **at the average money market rate;**

13              **for the year.**

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